## STATE RISK MANAGEMENT WORKERS COMPENSATION FUND INVESTMENT PERFORMANCE REPORT AS OF FEBRUARY 28, 2007

					January-07 Allocation Month				December-06 Allocation Quarter				September-06				Current	Prior Year	3 Years	5 Years
	February-07 Allocation Month			FYTD													FY06	Ended	Ended	
	Market Value	Alloca Actual		Month Net ROR	Market Value	Alloca Actual		Month Net ROR	Market Value			Quarter Net ROR	Market Value	Alloca Actual		Quarter Net ROR	Net	Net	6/30/2006 Net	6/30/2006 Net
LARGE CAP DOMESTIC EQUITY Structured Growth					2. 2. 2.															
Los Angeles Capital	168,468	4.1%	4.2%	-0.52%	172,312	4.2%	4.2%	3.46%	165,348	4.1%	4.2%	7.40%	157,718	4.0%	4.2%	1.60%	12.31%	11.12%	N/A	N/A
Total Structured Growth	168,468	4.1%	4.2%	-0.52%	172,312	4.2%	4.2%	3.46%	165,348	4.1%	4.2%	7.40%	157,718	4.0%	4.2%	1.60%	12.31%	11.12%	N/A	N/A
Russell 1000 Growth				-1.88%				2.57%				5.93%				3.94%	10.80%	6.12%	N/A	N/A
Structured Value LSV	165.505	4.0%	4.2%	-1.88%	171.931	4.2%	4.2%	2.07%	183.021	4.5%	4.2%	8.09%	173.783	4.4%	4.2%	4.90%	13.56%	15.05%	N/A	N/A
Russell 1000 Value	103,303	4.0 /6	4.2 /0	-1.56%	171,931	4.2 /0	4.2 /0	1.28%	103,021	4.5 /6	4.2 /0	8.00%	173,703	4.4 /0	4.2 /0	6.22%	14.38%	12.10%	N/A	N/A
Russell 1000 Enhanced Index																				
LA Capital	338,242	8.2%	8.3%	-0.77%	339,025	8.3%	8.3%	1.68%	346,808	8.5%	8.3%	7.67%	314,595	8.0%	8.3%	3.71%	12.67%	11.58%	N/A	N/A
Russell 1000				-1.72%				1.93%				6.95%				5.06%	12.56%	9.08%	N/A	N/A
S&P 500 Enhanced Index																				
Westridge	360,455	8.7%	8.3%	-1.91%	357,401	8.7%	8.3%	1.55%	349,431	8.6%	8.3%	6.86%	335,928	8.6%	8.3%	5.75%	12.55%	8.77%	N/A	N/A
S&P 500				-1.96%				1.51%				6.70%				5.67%	12.21%	8.63%	N/A	N/A
Index	104 626			-1.86%	111 101			1.97%	122,815			8.03%	116 607			E 700/	14.37%	0.540/	N/A	N/A
State Street Total 130/30	104,626 <b>104,626</b>	2.5%	2.8%	-1.86%	111,491 <b>111,491</b>	2.7%	2.8%	1.97%	122,815	3.0%	2.8%	8.03%	116,697 <b>116,697</b>	3.0%	2.8%	5.78% <b>5.78%</b>	14.37%	9.51% <b>9.51%</b>	N/A	N/A
S&P 500	104,020	2.070	2.070	-1.96%	111,401	2.1 /0	2.070	1.51%	122,010	0.070	2.070	6.70%	110,001	0.070	2.070	5.67%	12.21%	8.63%	N/A	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	1,137,295	27.6%	27.8%	-1.36%	1,152,159	28.1%	27.8%	1.98%	1,167,422	28.7%	27.8%	7.50%	1,098,721	28.1%	27.8%	4.49%	13.00%	10.95%	N/A	N/A
S&P 500	1,131,230	27.070	27.070	-1.96%	1,102,103	20.170	27.070	1.51%	1,101,422	20.770	27.070	6.70%	1,030,121	20.170	27.070	5.67%	12.21%	8.63%	N/A	N/A
SMALL CAP DOMESTIC EQUITY Manager-of-Managers																				
<b>SEI</b> Russell 2000 + 200bp	382,068	9.3%	9.3%	<b>-0.28%</b> -0.63%	383,357	9.4%	9.3%	<b>1.65%</b> 1.84%	394,040	9.7%	9.3%	<b>8.82%</b> 9.43%	361,694	9.2%	9.3%	<b>-0.01%</b> 0.94%	<b>10.30%</b> 11.79%	<b>13.58%</b> 16.86%	N/A N/A	<b>N/A</b>
,	200 200	0.00/	0.00/		000 057	0.40/	0.00/		204.040	0.70/	0.00/		224 224	0.00/	0.00/					
TOTAL SMALL CAP DOMESTIC EQUITY Russell 2000	382,068	9.3%	9.3%	<b>-0.28%</b> -0.79%	383,357	9.4%	9.3%	<b>1.65%</b> 1.67%	394,040	9.7%	9.3%	<b>8.82%</b> 8.90%	361,694	9.2%	9.3%	<b>-0.01%</b> 0.44%	<b>10.30%</b> 10.33%	<b>13.58%</b> 14.58%	N/A N/A	<b>N/A</b>
Russell 2000				-0.79%				1.07 %				0.90%				0.4470	10.33%	14.30%	IVA	14/2-
DOMESTIC FIXED INCOME																				
Core Bond																				
Western Asset	760,397	18.4%	18.3%	<b>1.66%</b> 1.54%	750,466	18.3%	18.3%	<b>-0.10%</b> -0.04%	827,837	20.4%	20.7%	<b>2.01%</b> 1.24%	806,190	20.6%	20.7%	<b>4.45%</b> 3.81%	<b>8.22%</b> 6.67%	<b>-0.90%</b> -0.81%	N/A N/A	<b>N/</b> A
Lehman Aggregate				1.54%				-0.04%				1.2470				3.0170	0.07 %	-0.61%	IVA	IV/F
Mortgage Backed Hyperion	197,167	4.8%	4.8%	1.21%	196,926	4.8%	4.8%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Po		4.070	4.070	1.2170	100,020	4.070	4.070	14/74		0.070	0.070	1474		0.070	0.070	1474	14/7	147	1474	147
Core Plus/Enhanced																				
Clifton Group	197,436	4.8%	4.8%	1.89%	193,447	4.7%	4.8%	-0.16%	188,401	4.6%	4.8%	0.66%	185,957	4.8%	4.8%	N/A	N/A	N/A	N/A	N/A
Prudential	197,275	4.8%	4.8%	1.49%	194,189	4.7%	4.8%	0.05%	188,662	4.6%	4.8%	1.88%	183,881	4.7%	4.8%	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	394,712	9.6%	9.6%	1.69%	387,636	9.5%	9.6%	-0.06%	377,063	9.3%	9.6%	1.27%	369,837	9.5%	9.6%	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate				1.54%				-0.04%				1.24%				3.81%				
Index																				
Bank of ND	364,363	8.8%	9.0%	<b>1.74%</b> 1.73%	357,596	8.7%	9.0%	<b>-0.12%</b> -0.08%	348,252	8.6%	9.0%	1.31% 1.04%	354,587	9.1%	9.0%	3.10%	6.16%	<b>-1.14%</b> -1.52%	N/A 1.04%	<b>N/A</b> 4.78%
Lehman Gov/Credit (1)				1.73%				-0.00%				1.04%				3.91%	6.71%	-1.52%	1.04%	4.76%
BBB Average Quality Wells Capital (formerly Strong)	767,562	18.6%	18.3%	2.24%	749.925	18.3%	18.3%	0.13%	825.474	20.3%	20.7%	1.75%	805.972	20.6%	20.7%	4.60%	8.95%	-2.11%	N/A	N/A
Lehman US Credit BAA	707,302	10.0 /6	10.5 /6	2.30%	143,323	10.5 /6	10.5 /6	0.13%	023,474	20.5 /6	20.7 /6	1.49%	003,372	20.078	20.7 /6	4.80%	8.93%	-2.11%	N/A	N/A
zaman ee erean zi i				2.0070				0270									0.0070	2.0770		
TOTAL DOMESTIC FIXED INCOME	2,484,200	60.2%	60.0%	1.72%	2,442,549	59.6%	60.0%	-0.01%	2,378,625	58.5%	60.0%	1.70%	2,336,586	59.7%	60.0%	4.28%	7.87%	-1.39%	N/A	N/A
Lehman Aggregate (2)				1.54%				-0.04%				1.24%				3.81%	6.67%	-0.81%	N/A	N/A
CASH EQUIVALENTS																				
Bank of ND	120,106	2.9%	3.0%	0.45%	119,596	2.9%	3.0%	0.45%	127,751	3.1%	3.0%	1.32%	115,196	2.9%	3.0%	1.35%	3.61%	4.50%	N/A	N/A
90 Day T-Bill	.,,,,			0.38%	,,,,,,,			0.41%	, , , ,			1.26%				1.33%	3.41%	4.00%	N/A	N/A
TOTAL BIOK MANAGEMENT SITTS	4 400 555	400.001	400.00	0.0007	4 007 651	400.001	400.001	0.7404	4 007 555	400.001	400.001	0.0001	0.040.45=	100.001	400.001	0.077	0.4537	0.050	<b>.</b>	
TOTAL RISK MANAGEMENT FUND	4,123,669	100.0%	100.0%	0.63% 0.32%	4,097,661	100.0%	100.0%	0.74%	4,067,838	100.0%	100.0%	<b>3.98%</b> 3.44%	3,912,197	100.0%	100.0%	3.87%	9.48%	<b>3.25%</b> 3.37%	N/A N/A	N/A
POLICY TARGET BENCHMARK				0.32%				0.56%				3.44%				3.94%	8.47%	3.31%	IV/A	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.

<sup>(1)</sup> From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

<sup>(2)</sup> Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.